Service Date: June 26, 1985

DEPARTMENT OF PUBLIC SERVICE REGULATION BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MONTANA

IN THE MATTER Of The Application)			
Of WASHINGTON WATER POWER COMPANY)	U'.	TILITY DIVISION	
For Authority To Increase Rates)	DO	OCKET NO. 8.5.14	
For Electric Service In Montana.	DI	EFAULT ORDER NO.	5143

On May 7, 1985, Washington Water Power Company (WWP or Applicant) field a petition with the Montana Public Service Commission pursuant to Sections 69-3-101 et seq., MCA, for an order authorizing the Applicant to increase its electric rates. The major factor causing the rate increase is the inclusion of 90 percent of the Kettle Falls plant in Applicant's rate base. The balance of the increase results mainly from increased operating and maintenance costs of the Applicant. The proposed rates result in an overall rate increase of 22.37 percent and a revenue increase of approximately \$3,900.

On May 15, 1985, the Commission issued a Notice of Opportunity for Public hearing. A provision in that notice stated "If, however, no hearing is requested by June 14, 1935, an appropriate order will be issued based upon evidence submitted by the Applicant." No requests for hearing were received.

Having considered the application and the documentation furnished by the Applicant in support of its application and deeming itself fully advised in the premises, the Commission makes the following Findings of Fact and Conclusions of Law:

FINDINGS OF FACT

1. Due to the addition of the Kettle Falls Plant to rate base and increases in operating expenses the Applicant is entitled to a revenue increase of \$3,900.

CONCLUSIONS OF LAW

- 1. The Commission has jurisdiction over parties and proceedings in this matter.
- 2. The resulting rate levels are reasonable and just.

ORDER

IT IS HEREBY ORDERED THAT:

- 1. The Washington Water Power application to increase rates to generate revenues in the amount of \$3,900 to recover operating costs on the WWP electric system is GRANTED.
- 2. This Order is effective for service rendered on and after the 21st day of June, 1985.

DONE AND DATED this 21st day of June, 1985, by a vote of 4 - 0.

BY ORDER OP THE MONTANA PUBLIC SERVICE COMMISSION.

CLYDE JARVIS, Chairman	
HOWARD L. ELLIS, Commissioner	
DANNY OBERG, Commissioner	
TOM MONAHAN, Commissioner	

ATTEST:

Trenna Scoffield Commission Secretary

(SEAL)

Any interested party may request the Commission to reconsider this decision. A motion to reconsider must be filed within ten (10) days. <u>See</u> ARM 38.2.4806.